



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt
Governor

Ted Stewart
Executive Director

James W. Carter
Division Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340
801-359-3940 (Fax)
801-538-5319 (TDD)

March 29, 1994

Ms. Joyce Hartley
Fred A. Moreton & Company
P.O. Box 59139
Salt Lake City, Utah 84158

Re: Request for Information, Reclamation Contract & Surety Bond Forms, Larson Limestone Company, Larson Limestone Quarry, M/049/011, Utah County, Utah

Dear Ms. Hartley:

In response to our telephone conversation this morning, I am sending you the following information:

1. Reclamation Contract (FORM MR-RC) and guideline for completing same.
2. Attachment B - Surety Bond (MR FORM - 5)
3. Utah Mined Land Reclamation Act, State Statute (Title 40-8-14) - Surety requirement provisions for Large Mining Operations.
4. Minerals Program Rule (R647-4-113) - Surety requirements for Large Mining Operations.

As I indicated to you on the phone, we are in the process of trying to work out an *Interim* reclamation surety arrangement with the operator of the Larson Limestone quarry. The Division has measured approximately 20 acres of disturbed area associated with ongoing mining activities at the site. A \$50,000 interim reclamation dollar amount has been calculated at \$2500/acre of disturbance. This interim surety amount will remain in effect, until the operator files a Large Mining Operations permit application and receives Division approval of the mining and reclamation plan. A site specific reclamation cost estimate will be calculated based upon the approved reclamation plan. The interim surety amount will need to be adjusted to reflect the final reclamation cost estimate. Based upon the information we have at this time, we do not anticipate an increase in the final surety amount.

The Reclamation Contract (FORM MR-RC) and Surety Bond (MR FORM 5) are presently drafted to apply to an *approved* mining and reclamation plan. We are presently drafting language to modify these forms to reflect this *interim* condition. Should you decide

Page 2

Ms. Joyce Hartley

M/049/011

March 29, 1994

to issue Larson Limestone Company a surety bond, please contact us before you complete the enclosed forms. We will hopefully have the revised language drafted for these interim forms by next week.

Please contact me, or Tony Gallegos of the Minerals staff should you have any questions in this regard.

Sincerely,

A handwritten signature in cursive script, reading "D. Wayne Hedberg".

D. Wayne Hedberg
Permit Supervisor
Minerals Regulatory Program

jb

Enclosures

cc: Farrell Larson, Larson Limestone
Lowell Braxton
Minerals staff (route)

M049011.sur